

Republic County

Estimated Economic Impact of Agriculture, Food, and Food Processing Sectors

6/28/2017

Using the most recent IMPLAN data available (2015) adjusted for 2017, 17 agriculture, food, and food processing sectors were analyzed to determine their overall contribution to the Republic County economy.¹

These 17 sectors have a total direct output of approximately **\$197.5 million** and support **757.0 jobs** in Republic County. Running the model for all 17 sectors simultaneously produces the following results:

Agriculture, Food, and Food Processing Sector Contribution to Overall Republic County Economy						
Impact Type ²	Employment	% Employment	Total Value Added ³	Total Value Added % of Gross Regional Product ⁴	Output ⁵	Output % of Gross Regional Product
Direct Effect	757.0	21.89%	\$45,282,175	25.55%	\$197,493,698	111.42%
Indirect Effect	252.8	7.31%	\$16,089,860	9.08%	\$30,114,037	16.99%
Induced Effect	215.8	6.24%	\$11,689,053	6.59%	\$22,941,444	12.94%
Total Effect	1,225.6	35.44%	\$73,061,087	41.22%	\$250,549,179	141.36%

As shown in the above table, agriculture, food, and food processing sectors support **1,225.6 jobs**, or **35.44%** of the entire workforce in the county. These sectors provide a total economic contribution of approximately **\$250.5 million, roughly 141.36% of the economy.**

Another metric used to calculate the importance of sectors in an economy is their value added as a percentage of GRP. Total value added by the 17 agriculture, food, and food processing sectors is approximately **\$73.1 million**, or **41.22% of the GRP**. This indicates that personal income, business income, and taxes generated by these sectors account for **41.22% of the total economy.**

The following tables document the overall summary numbers of the model, top industries affected by employment and output, and a listing of all industries that were analyzed.

¹ Article on building a contribution analysis in IMPLAN that avoids double counting:

http://www.implan.com/index.php?option=com_content&view=article&id=660%3A660&catid=253%3AKB33&Itemid=70

² Direct, indirect, and induced effects sum together to estimate the total economic contribution in the state. **Direct effects** capture the contribution from agricultural and food products. **Indirect effects** capture the economic benefit from farms and agricultural businesses purchasing inputs from supporting industries within the state. **Induced effects** capture the benefits created when employees of farms, agricultural businesses, and the supporting industries spend their wages on goods and services within the state.

³ Value added = labor income + indirect business taxes + other property type income.

⁴ GRP = final demand of households + governments expenditures + capital + exports - imports - institutional sales.

⁵ Output = intermediate inputs + value added.

In the top ten agriculture, food, and food processing sectors by employment, the beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming sector is the top employer with **353.6 employees**. This table also shows the amount of jobs that are created by the agriculture industry in Republic County.

Top Ten Agriculture, Food, and Food Processing Sectors by Employment		
Sector	Total Employment	Total Output
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	353.6	\$48,358,477
Grain farming	157.4	\$61,164,247
Support activities for agriculture and forestry	85.7	\$5,880,518
All other crop farming	81.9	\$6,628,955
All other food manufacturing	70.4	\$23,588,939
Wholesale trade	54.0	\$9,880,724
Oilseed farming	32.1	\$39,815,045
Farm machinery and equipment manufacturing	28.6	\$14,683,037
Hospitals	25.8	\$2,898,070
Monetary authorities and depository credit intermediation	22.0	\$3,591,357

The grain farming sector directly contributes approximately **\$61.2 million** to the Republic County economy. The table below also shows the amount of revenue that is generated in other industries by having a strong agriculture industry.

Top Ten Agriculture, Food, and Food Processing Sectors by Output		
Sector	Total Employment	Total Output
Grain farming	157.4	\$61,164,247
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	353.6	\$48,358,477
Oilseed farming	32.1	\$39,815,045
All other food manufacturing	70.4	\$23,588,939
Farm machinery and equipment manufacturing	28.6	\$14,683,037
Wholesale trade	54.0	\$9,880,724
All other crop farming	81.9	\$6,628,955
Support activities for agriculture and forestry	85.7	\$5,880,518
Owner-occupied dwellings	0.0	\$5,164,265
Monetary authorities and depository credit intermediation	22.0	\$3,591,357

Below is a summary of all agriculture data with employment levels and output level. These values can tell how many jobs are represented by each agriculture, food, and food processing sector and the output they contributed to the Republic County economy.

All Agriculture, Food, and Food Processing Sectors		
Sector	Total Employment	Total Output
Oilseed farming	32.1	\$39,815,044.40
Grain farming	157.4	\$61,164,245.61
Vegetable and melon farming	4.6	\$634,895.56
Fruit farming	0.3	\$17,495.74
Tree nut farming	0.0	\$11.78
Greenhouse, nursery, and floriculture production	1.1	\$89,586.79
All other crop farming	81.9	\$6,628,954.41
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	353.6	\$48,358,474.73
Poultry and egg production	0.8	\$458,833.37
Animal production, except cattle and poultry and eggs	3.9	\$473,521.35
Bread and bakery product, except frozen, manufacturing	2.7	\$277,621.69
Frozen cakes and other pastries manufacturing	0.2	\$24,440.18
All other food manufacturing	70.4	\$23,588,937.76
Sawmills	1.6	\$343,325.47
Farm machinery and equipment manufacturing	28.6	\$14,683,037.76
Veterinary services	7.8	\$666,097.34
Landscape and horticultural services	10.0	\$269,169.45

All 105 counties in Kansas have an IMPLAN model and an agriculture, food, and food processing contribution summary. These values do not factor in the retail environment of food sales. Food retail is important, but in order to provide the most accurate picture of what production agricultural and processing contributes to Republic County, the retail sector was omitted.